GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Labour Employment Training & Factories Department – Labour Welfare – The Unorganized Workers Social Security Act, 2008 – CHANDRANNA BIMA SCHEME – Accidental Death/Natural Death/ Total Disability/ Partial Disability Insurance Scheme and Scholarship to the Children of Un-organized Workers in the State – Notification – Issued.

LABOUR EMPLOYMENT TRAINING & FACTORIES (Lab-I) DEPARTMENT

G.O.MS.No. 20 Dated: 01-05-2016

Read the following:

1. G.O.Ms.No.10, LET&F(Lab.I)Deptt, dt:25.04.2015.
2. From the COL, AP, Hyd Lr.No.F/900/15, dt:22.03.2016 & 13.04.2016.

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ORDER:

The following notification will be published in the next issue of extraordinary Andhra Pradesh Gazette.

NOTIFICATION

In exercise of the powers conferred under sub-section (4) of section 3 of the Un-organized Workers Social Security Act, 2008 (Central Act 33 of 2008), the Government hereby formulate the following CHANDRANNA BIMA SCHEME in supersession of the earlier scheme issued in the G.O. 1st read above for the un-organized workers employed in the State.

I. Object of the Scheme:

(1) The main objective of the Scheme is to provide relief to the poor families of Workers in the Un-Organised sector in the cases of accident death, Natural Death, Total Disability and partial Disability due to accident and Scholarship to the Children

(2) As per the All India statistics on Accident Deaths in 2012, the State of Andhra Pradesh (7.6%) occupied fourth position along with Uttarpradesh with Maharastra (15.7%), Madhya Pradesh (9.1.%) and Tamilnadu (8.3%) in top 3 positions.

(3) The Accident Death of the Worker results in misery to his poor family casting heavy financial burden due to medical and other expenditure relating to the accident and financial loss due to death of the bread earner. The Central Government have also announced "Pradhnmanthri Bhima Suraksha Yojana" Scheme for Rs.2.00 Lakhs Accident Death Insurance Scheme for the holders of Jan Dhan Yojana Accounts, who are mostly unorganised sector workers, 0.75lakhs under Aam ADmi Bhima Yojana Scheme and also Rs. 2.75 Lakhs for total Disability and 1.37 Lakhs for partial Disability due to accident under the PMSBY and Aam Admi bhima Yojana Schemes and Rs.1200 Scholarship to the Children. There is every need for implementation of Accident Insurance Scheme for Unorganised Workers and the Insurance amount should be Rs.5.00 Lakhs keeping in view the present day financial needs on medical and other expenditure at the time of accident and education and other needs of the dependent family members.

II. Eligibility:

1. Unorganized sector workers in the age group of 18-70 years as on 01.08.2016.
2. A self-declaration by individual confirming that he or she is a unorganized sector worker.

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3. Worker must have Saving Bank Account and the account status is active. In case of non-existence of SB A/c, worker must open PMJDY account on or before enrolment under the scheme.
4. Worker shall have an AADHAR number. In case of non-availability of AADHAR, worker can be registered with AADHAR for enrolment under the scheme before enrolment.
5. Every eligible unorganized worker shall make an application in the prescribed form for registration.
6. Worker to pay user charges @ Rs.15/- towards enrolment, digitization and insurance Call Centre for claim settlement.

THE ANDHRA PRADESH UNORGANISED WORKERS SOCIAL SECURITY SCHEME

1. Short title, extent, application and commencement –

(1) The scheme may be called the CHANDRANNA BIMA SCHEME.

(2) It extends to the whole of the State of Andhra Pradesh.

(3) It shall apply to all Unorganised Sector Workers in the State.

(4) It shall come into force from the date specified by the Government.

2. **Definitions –**

In this scheme, unless the context otherwise requires,

(i) "Act" means the Unorganised Workers Social Security Act, 2008.

(ii) "Beneficiary" means an Unorganised Worker registered under the scheme.

(iii) "Family" relating to a beneficiary shall be deemed to consist of the beneficiary, his / her spouse , unemployed son, unmarried daughter, widowed daughter if residing with the beneficiary, dependent parents and the widow and children of a deceased son, if any;

(iv) "Fund" means "Andhra Pradesh Unorganised Workers Welfare Fund" constituted under Clause 3 of this Scheme.

(v) "Registering authority" means the Assistant Labour Officer of the area.

(vi) "Rule" means the Andhra Pradesh Unorganised Workers' Social Security Rules, 2012.

Note: Words and expressions used in this scheme and not defined shall have the same meaning assigned to them in the Unorganised Workers Social Security Act, 2008 and the Rules made there under.

3. Scheme Profile:

1. Sum of Assurance of Rs.30,000/-in case of normal death of enrolled worker whose age is below 60 years only under Aam Aadmi Bima Yojana by paying premium of Rs.100/- per member per year from State Government funds.
2. Sum of assurance of Rs. 5 lakh in case of death of enrolled worker due to accident under the following components.

    i. Accident insurance cover of Rs.2 lakh under Prime Minister Suraksha Bima Yojana Scheme by paying premium amount of Rs 12/- per annum per member from the State Government funds.

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ii. Accident insurance cover of Rs.2.25 lakh under Personal Accidental Insurance Policy by paying premium amount of Rs.27/- per annum per member from the State Government funds.

iii. Accident insurance cover of Rs. 0.75 lakh under Aam Aadmi Bima Yojana by paying premium amount of Rs.100/-per annum/member from the State Government funds.

(3) Sum of assurance for Disability due to Accident:

i. Rs. 2,75,000/- sum of assurance in case of total and irrecoverable loss of both eyes or loss of use of both hands or feet or loss of sight of one eye and loss of use of hand or foot. Out of which, Rs.2,00,000/- mobilized from PMSBY and Rs.75,000/- from AABY.

ii. Rs.1,37,500/- sum of assurance in case of total and irrecoverable loss of sight of one eye or loss of use of one hand or foot. Out of Which, Rs.1,00,000/- mobilized from PMSBY and Rs.37,500/- from AABY.

(4) Scholarship of Rs.1,200/- per annum per child studying 9th and 12th standard and ITI upto 2 children per member.

(Rupees)

Scheme profile	State Scheme	PMSBY	AABY	Total
Accident death	2,25,000	2,00,000	75,000	5,00,000
Natural death			30,000	30,000
Total Disability		2,00,000	75,000	2,75,000
Partial disability		1,00,000	37,500	1,37,500
Scholarship(per child)			1,200	1,200

4. Fund: (1) A Fund shall be constituted in the name of "the Andhra Pradesh Unorganised Workers Welfare Fund" by opening an Account in any Public Sector Bank Branch.

(i) It is estimated onetime enrolment of 1.5 crore unorganized workers, annual premium requirement for AABY, PMSBY and State scheme and monitoring system for claim settlement. While the enrolment cost of Rs.22.50 crore can be borne by the worker, the State Government has to bear Rs 96.80 crore and APBOCWW Board to meet Rs.41.70 crore for the coverage of 30 lakh construction workers out of the total budgetary requirement of Rs.161 crore.

Funds mobilization	Targeted converge of workers (Cr)	Per worker cost (Rs)	Budget estimate (Rs in Cr)	State Govt., (Rs in Cr)	BOCW Board (Rs in Cr)	Worker Contribution (Rs in Cr)
Enrolment (one time cost)	1.50	15	22.50			22.50
Rs. 2.25 lakh Accident Death annual premium State Scheme	1.50	27	40.50	32.50	8.10	

Rs. 2 lakh PMSBY Annual premium	1.50	12	18	14.40	3.6	
AABY Annual premium	0.80	100	80	50	30	
Total	1.50	154	161.00	96.80	41.70	22.50

i. The premium under PMSBY per worker/ annum is Rs 12/- and it is to be adjusted to PMJDY bank account of the workers. Similarly, the premium under AABY per worker/ annum is Rs 100/- and it is to pay to LIC of India for implementation of AABY. Whereas, the premium of Rs 27/- under the State scheme has to be paid to New India Assurance Company Ltd (finalized in the tender process).

ii. The share of the State Government for an amount Rs.96.80 crore shall be met as an advance from the APBOCWWB funds which can be adjusted from the additional budget .

iii. For the first year, the Government will pay the premium for the Group Insurance as incentive and from the second year onwards the expenditure will be met from the Government of Inida/State Government/ Board funds with or without contribution from the insured.

iv. The fund shall be applied for the purpose of this scheme. Without prejudice to the generality of powers in this respect, that fund may be applied in connection with the following activities:

a. Cost of administering the scheme.

b. Providing accidental death/ natural death/total disability/partial disability insurance scheme and scholarship to the children and such other benefits as may be notified by the Government from time o time

c. Such other activities incidental to the objectives of the scheme.

5. Administrative and Financial Powers of the Commissioner of Labour:-

(1) The Commissioner of Labour shall operate the Fund Account and release the Premium of Insurance Scheme and all expenditure on contingencies, services and purchase of articles as per the Rules/instructions of the Government in force.

(2) The Commissioner of Labour shall also exercise such other administrative and financial powers as may be required for implementation of the Scheme.

6. Registration of Beneficiaries:

Beneficiaries shall be registered by the registering authority under the Un-organized Workers Social Security Act, 2008. The SERP to develop web application for enrolment of workers to monitor the progress of enrolment and to create a data base by using Tabs/Computers etc., in villages and Municipal Wards duly following time schedule. SERP to mobilize required documents and to monitor worker claim settlement by coordinating with the Insurance agencies and to see that the claim is disbursed to the Worker in the time bound manner. In pursuance to that the SERP shall workout implementation guidelines along with time lines in order to accomplish these tasks.

7. **Benefits:-** A beneficiary registered under the scheme shall be entitled to accidental death insurance scheme Rs.5.00 lakhs, natural death Rs. 30,000/- and total disability Rs.2,75,000/-, partial disability Rs.1,37,500/- and scholarship to the children Rs.1200/- subject to his satisfying the conditions of the eligibility. The insurance policy is valid for one year and may be renewed thereafter, as specified by the Commissioner of Labour.

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8. Disentitlement for Benefits and Redress of Grievances:

(1) A registered unorganised worker who fails to renew his registration within the time specified by the Commissioner of Labour or has attained the age of Seventy years, shall cease to be a beneficiary.

(2) Any grievance may be addressed to the Registering Authority who shall dispose of within thirty days(30) by way of a speaking order.

(3) An appeal may lie before the Commissioner of Labour within thirty days (30) of communication of the decision of the Registering Authority and the decision of the Commissioner of Labour shall be final.

9. Settlement of Claims:

(1) The SERP shall process the Claims under the scheme by coordination with the insurance agencies and ensure that claim shall be disbursed to the workers in the time bound manner.

(2) All payments to the Beneficiaries shall be made through SERP as per the guidelines issued by them.

10. Power to remove difficulties: If any difficulty or doubt arises as to the interpretation of any of the provisions of the Scheme, the decision of the Government shall be final and binding.

11. Power to amend scheme: The State Government, may by notification in the official Gazette, modify or amend the Scheme for its proper implementation and in the interest of Unorganised Workers.

(BY ORDER AND IN THE NAME OF GOVERNOR OF ANDHRA PRADESH)

G. ANANTHA RAMU
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Commissioner of Printing, Stationery and Stores Purchase, AP, Hyderabad (with a request to publish the notification and furnish 250 copies to the Government)
The Commissioner of Labour, AP, Hyderabad.
All Collectors, through the Commissioner of Labour, Hyderabad.
The Secretary to Government of India, Ministry of Labour & Employment, Shram shakti Bhavan, New Delhi.
The Secretary to Government, Department of Labour & Employment, Government of Tamilnadu, Chennai.
The Chief Executive Office, SERP,A.P., Hyderabad.
Copy to:
The Principal Secretary to Government, PR &RD Department.
The Law (B) Department.
The Finance (EBS.XII) Department.
The TR & B (TR.I) Department.
The OSD to M (LETFB & ITIs).
The P.S. to Principal Secretary, LET & F Department.
The P.A. to Deputy Secretary, LET & F Department.
Sf/Sc.

//FORWARDED : : BY ORDER//

SECTION OFFICER